THE LABOR COMMISSION WORKERS' COMPENSATION ADVISORY COUNCIL

Wednesday, April 10, 2013 – 12:00 P.M. Room 319, Heber M. Wells Bldg. Salt Lake City, Utah

The following Advisory Council members were in attendance:

David Bird, Esq., Parsons Behle and Latimer

Dennis Lloyd, Workers Compensation Fund

Brian Kelm, Esq.

Richard J. Thorn, President/CEO, Associated General Contractors - Utah Chapter

Edward Holmes, M.D., Summit View Medical

Brandon Dew, Central Utah Federation of Labor

Jeff Rowley, Salt Lake County

K. Dawn Atkin, Esq., Atkin & Associates

Tracey Klausmeier, Utah Dept of Insurance

Kathleen Bissell, Liberty Mutual

Dave Davis, President, Utah Food Industry Association

Todd Kiser, Insurance Department

The following Advisory Council members were excused:

Brandt Goble, Painters and Tapers Local 77

Reo Castleton, President, SL Cnty Fire Dept Local 1696

Todd Bingham, President, Utah Manufacturers Association

Sen. Karen Mayne

Rep. Jim DUnnigan

Others Present:

Sherrie Hayashi, Commissioner

Alan Hennebold, Deputy Commissioner

Ron Dressler, Director, Division of Industrial Accidents, Labor Commission

Maggie Karpeck, NCCI

David Lamb, Utah Labor Commission, Administration Division Director

Sara Danielson, Utah Labor Commission, Administrative Assistant

Stan Mead, Gallaher Settlement

Heather Gunnarson, Labor Commission Adjudication Division

Julie Clark, State Risk Management

James Brown, State Risk Management

Ty Berrett, RMTS

Ryan Andrus, WCF

Tracy Klausmeier, Insurance Dept.

Tonya Gallegos, Labor Commission, Industrial Accidents

Wendy Reves, Insurance Dept.

Jodi Smith, Intermountain Healthcare

WELCOME

Welcome – **Commissioner, Sherrie Hayashi** brought the meeting to order at 12:05 p.m. She requested introductions because of new members being present. She explained that Alan Hennebold is retiring as of April 12, 2013. Jaceson Maughn will be taking Alan's position and begin work on April 15, 2013. She expressed thanks to Alan for his years of service to the Commission.

1. Miscellaneous Business:

Commissioner Hayashi asked if there were any corrections to the minutes from the Council's January 9, 2013, meeting. No corrections were made. She stated that the minutes from the two special meetings in February, would be distributed and a vote to approve all pending minutes would be taken at the next meeting.

2. 2013 -2014 Medical Fee's

Commissioner Hayashi turned the time over to Ron Dressler to discuss the recommendations of the Medical Fee Committee. Ron asked Dr. Edward Holmes to present the recommendations. Dr. Holmes reviewed a slide presentation of where the Workers' Compensation payments are in relationship to other payers of medical claims. (See handouts). Dr. Holmes stated that the Medical Fee Committee recommends that the conversion factors remain the same with the exception of Anesthesia. Anesthesia is recommended to be raised to \$50 per unit.

Dawn Atkin made a motion to approve the recommendations of the Medical Fee Committee of leaving all conversion factors the same but raising anesthesia to \$50 per unit effective December 31, 2013. Brian Kelm seconded the motion. Voting was unanimous in the affirmative.

Jeff Rowley asked for discussion on whether the Commission should pursue setting a fee schedule for hospitals and possibly pharmaceuticals. Discussion was held. Dave Davis made a motion to have Dr. Colledge recommend a process of how to handle /study this issue. David Bird seconded the motion. Voting was unanimous in the affirmative.

3. Legislation and Rules:

Alan Hennebold distributed a handout listing the various bills that were passed during the 2013 legislative session. He reviewed the highlights of several of the bills affecting the Commission.

Dennis Lloyd requested that DHRM be asked to come to the council meeting to present their position on the ALJ evaluations every 4 years and Commission evaluations annually.

Sherrie asked if there were any suggestions for the 2014 legislative session. Dawn Atkin suggested a penalty provision for carriers/employers that do not pay the ordered benefits within 30 days. She also suggested setting a time frame for the authorization process when pre-authorization is required.

Ron Dressler presented a proposed rule change that is/will be required by SB147 relating to reporting of claims to the Commission. Discussion was held. Dave Bird made a motion to strike the last proposed paragraph relating to penalties and approve the remaining. A revised last paragraph that incorporates the Division's anticipated gradation of penalties assessed and the delay in implementation should be circulated and an email vote taken. Jeff Rowley seconded the motion. Voting was unanimous in the affirmative.

4. Labor Commission Budget/Premium Surcharge Funds -

David Lamb distributed the financial sheets for the UEF, ERF, IARA, and the Workplace Safety Account.

Ron Dressler explained that the Division is working with the Tax Commission to review the self-insured premium assessment and collection discrepancies.

5. Other Business –

Dave Lamb informed the Council that the Commission has created a COOP Plan (an emergency plan).

Commissioner Hayashi reminded the members of the rest of the meetings scheduled for 2013. She particularly highlighted the September meeting.

Meeting adjourned at 2:05 pm.